

HOUSE BILL 1955  
By McDonald

AN ACT to amend Tennessee Code Annotated, Title 5;  
Title 6; Title 7, Chapter 83 and Title 12, Chapter 4,  
Part 1, relative to authorizing multi-year contracts  
for water storage tank painting and other  
maintenance under certain circumstances.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 12, Chapter 4, Part 1, is amended by  
adding the following language as a new section to be designated as follows:

12-4-123.

(a) As used in this section, the term “governmental entity” means any county, municipality, metropolitan government, town, utility district, or other municipal or public corporation of this state.

(b) Notwithstanding any other provision of law or private act to the contrary, multi-year contracts by a governmental entity, for painting and other maintenance of water storage tanks and appurtenant facilities are not required to be based upon competitive bids, if the contract contains a contingency provision whereby the governmental entity is not obligated to make any payment, in any year, in an amount exceeding the income and revenue provided for such year. A report of all such multi-year contracts shall be submitted to the governing body of the governmental entity no later than ninety (90) days after the end of each fiscal year.

(c) Any governmental entity may, at its option, require such multi-year contracts to be competitively bid.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring  
it.